

Chairperson: Supervisor Richard D. Nyklewicz, Jr.  
Clerk: Delores "Dee" Hervey, 278-4230  
Research Analyst: Steve Cady, 278-4347

**COMMITTEE ON FINANCE AND AUDIT**  
**Thursday, July 20, 2006 - 9:00 A.M.**  
**Milwaukee County Courthouse - Room 201-B**

**MINUTES**

**PRESENT:** Supervisors McCue, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-6  
**EXCUSED:** Supervisor Mayo-1

**CASSETTE #43: SIDE B434-EOT**  
**CASSETTE #44: SIDE A&B, EOT**  
**CASSETTE #45: SIDE A&B, EOT**  
**CASSETTE #46: SIDE A 01-364**

**SCHEDULED ITEMS:**

1. 06F14 A. From the Director of Administrative Services submitting a monthly report on 2006 Health Care Expenditures.

**43-B-440 APPEARANCES:**  
Linda Seemeyer, Director of Administrative Services  
Charles McDowell, Director of Human Resources

**The Committee took no action regarding this informational report.**

44-B- B. From Corporation Counsel and Employee Health Insurance Work Group, submitting a report on Employee Health Insurance.

**APPEARANCES:**  
William Domina, Corporation Counsel  
Charles McDowell, Director of Human Resources  
Jerome Heer, Director of Audits  
Mark Cronce, WPS  
Stuart Piltch, Cambridge Advisory Group and Associates  
Ken Loeffel, Retiree and Editor of the Retiree Newsletter  
Marilyn Mayr, Retiree  
Florence Ignarski, Retiree (Registered but did not wish to speak)  
Louis A. Metz III, Retiree (Registered but did not wish to speak)  
Nancy C. Beck-Metz, Retiree (Registered but did not wish to speak)

**SCHEDULED ITEMS (CONTINUED):**

Mr. Domina explained discussions have been occurring both internally and externally regarding the health care model. The expected savings that had been budgeted for the model were not realized. Hence a work group was formed consisting of Corporation Counsel, Department of Administrative Services, Human Resources, Department of Audit and County Board staff representatives. The task of the work group would be to discuss change and the best course of action for Milwaukee County in order to realize maximum health savings.

Mr. Domina highlighted seven recommendations contained in the said report. One key recommendation was to convert the model back to what it was prior to January 1, 2006, when the County was a self-insured organization. He stated that all the proposed changes would be retroactive to January 1, 2006 and would help the budget. None of the recommendations offered would affect co-pays, deductibles, or premiums. This is a contractual change between the County and WPS.

Questions and comments ensued.

During the discussion it was stated that the contract with Health Care Systems Consultants (HCSC) would be terminated immediately.

**44-A-24      ACTION BY: (McCue): Approve the Employee Health Insurance Work Group's recommendation**

Supervisor Nyklewicz restated the motion with the understanding that the services of the consultant (HCSC) would be terminated and not renewed effective immediately.

**44-A-40      Mr. Loeffel thanked the Committee and County Staff for reviewing the past decision from going to self-assured to a premium type of insurance.**

Discussion continued at length. Supervisor Coggs-Jones suggested that representatives from both WPS and Milwaukee County's Department of Human Resources attend the REMCO meetings to answer concerns/questions of the retirees.

**On the motion to approve. Vote 6-0**

**AYES:** McCue, Coggs-Jones, Johnson, Broderick, West, and Nyklewicz (Chair)-6

**NOES:** None

2. 06-115 Veto by the County Executive of a report reaffirming the Committee on Finance and Audit's previous position to approve an advisory referendum on the question of whether the State of Wisconsin should grant Milwaukee County the authority to levy a one-quarter of 1% county use and sales tax, the revenues of which will be dedicated to support County parks, recreation and culture programs and services, referred back on 6/22/06 to the Committee on Finance and Audit and referred to the Committee on Parks, Energy and Environment.

SCHEDULED ITEMS (CONTINUED):

**Supervisor McCue in Chair.**

- 44-A-278** Supervisor Nyklewicz had Mr. Cady, County Board Fiscal and Budget Analyst, to prepare a report that would try to assist the Committee in understanding and assess the impact of what \$30M would generate and how it would impact various communities in Milwaukee County via the property tax levy if such an option was available. It is not because of the State impose tax.
- 44-A-347** **ACTION BY: (Nyklewicz) Recommend to the County Board that they override the County Executive's veto and place the referendum question before the people of Milwaukee County in September.**
- 44-A-350** Ms. Hervey read the Advisory Referendum question which reads as follows: "Shall the State of Wisconsin grant Milwaukee County the authority to levy a one-quarter of 1% county use and sales tax, the revenues of which will be dedicated to support County parks, recreation and culture programs and services?"
- Discussion ensued.
- 44-A-438** **On the motion to override. Vote 6-0**  
**AYES:** Nyklewicz, Coggs-Jones, Johnson, Broderick, West and McCue (Acting Chair)-  
**6**  
**NOES:** None
3. 06-255 Resolution by Supervisors Weishan and Broderick, providing for an advisory referendum on the question of whether the State of Wisconsin should grant Milwaukee County the authority to levy a one-half of 1% county use and sales tax, the revenues of which will be dedicated to support county parks, recreation and culture programs and services commensurate with a decrease in the property tax revenues used for park, recreational and cultural purposes. **(Also to the Committee on Parks, Energy and Environment) (6/15/06 Laid over in Committee by a vote of 5-2)**
- (Report from the Committee on Parks, Energy and Environment, referred back 5/18/06, recommending rejection of an amended resolution)**
- 44-A-448** Supervisor Nyklewicz in Chair.
- APPEARANCES:**  
County Board Supervisor John Weishan, 16<sup>th</sup> District

**SCHEDULED ITEMS (CONTINUED):**

**44-A-498 ACTION BY: (Broderick) Amend line 90 of the Advisory Referendum as follows:  
"Shall the State of Wisconsin grant Milwaukee County the authority to levy a one-half of one percent county use and sales tax, the revenues of which will be dedicated to support County parks, recreation and culture programs and services resulting in property tax relief guaranteeing a \$30 million reduction in the property tax levy?" Vote 5-1**

**AYES:** McCue, Coggs-Jones, Johnson, Broderick and West-5  
**NOES:** Nyklewicz (Chair)-1

**ACTION BY: (Broderick) Approve as amended. Vote 5-1**

**AYES:** Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-5  
**NOES:** McCue-1

4. 06-152 From Fiscal and Budget Administrator, submitting a Report of 2005 Carryovers to  
(a) 2006. **(4/6/06 the Committee adopted a revised report dated March 29, 2006 and recommended allocations by the Department of Administrative Services and directed the Department to report back in July 2006)**

**44-A-589 APPEARANCES:**  
Pamela Bryant, Capital Finance Manager, DAS

Mr. Cady and Ms. Bryant provided comments on the report.

**The Committee took no action regarding this informational report.**

5. 05-12 From Controller, submitting a 2005 Departmental Surpluses and Deficits Report.  
**(FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**44-B-615 APPEARANCES:**  
Scott Manske, County Controller

**ACTION BY: (Coggs-Jones) Receive and place on file. Vote 6-0**

**AYES:** McCue, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-6  
**NOES:** None

6. 06-321 From Director of Administrative Services, requesting to re-establish a Trust Fund Account.

**SCHEDULED ITEMS (CONTINUED):**

- 44-B-685 APPEARANCES:**  
Linda Seemeyer, Director of Administrative Services
- ACTION BY: (McCue) Approve. Vote 6-0**  
**AYES:** McCue, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-6  
**NOES:** None
7. 06-1 Fund Transfers.
- 44-B-687 APPEARANCES:**  
Stephen Agostini, Fiscal and Budget Administrator, DAS
- ACTION BY: (Johnson) Approve the revised fund transfer packet. Vote 6-0**  
**AYES:** McCue, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-6  
**NOES:** None
8. 06-289 A resolution by Supervisor Mayo, expressing opposition to the use of pension obligation bonds and requesting that the County Executive not include them in the 2007 Budget for the purpose of paying unfunded prior service liability contributions under the County's retirement system. **(6/15/06 laid over in Committee by a vote of 4-3)**
- 44-B-704 ACTION BY: (McCue) Lay over to the Call of the Chair with the intent of scheduling the item at the September meeting. Vote 6-0**  
**AYES:** McCue, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-6  
**NOES:** None
9. 06-1 Referred back, 5/18/06, reaffirming approval of a Capital Improvement Fund Transfer (B1), WJ005012 for inspection repair and painting the Water Tower at the House of Correction (8527 Land Improvements) in the amount of \$305,000. **(6/15/06 laid over in Committee by a vote of 7-0)**
- 44-B-715 ACTION BY: (McCue) Lay over. Vote 6-0**  
**AYES:** McCue, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-6  
**NOES:** None
10. 06-298 Report, referred back on 6/22/06, to the Committee on Parks, Energy and Environment and referred to the Committee on Finance and Audit, recommending adoption of an amended resolution that provides the Department of Parks with a minimum property tax levy funding of \$19.2 million for 2007, 2008 and 2009.

**SCHEDULED ITEMS (CONTINUED):**

**44-B-725**

**APPEARANCES:**

County Board Supervisor Lynne De Bruin, 15<sup>th</sup> District  
Stephen Agostini, Fiscal and Budget Administrator, DAS

Discussion ensued with comments, questions and answers.

Supervisor De Bruin addressed the Committee and made reference to a report that she had requested for the Parks Department. Supervisor Nyklewicz requested that the report be made available for the Committee.

**ACTION BY: (Coggs-Jones) Lay over to budget.**

Supervisor De Bruin addressed the Committee.

Supervisor Coggs-Jones requested a report (comparative) on the equity of funding in the Parks to be submitted to both the Committees on Finance and Audit and Parks, Energy and Environment.

Discussion continued.

**On the motion to lay over to budget. Vote 3-3 (Motion fails)**

**AYES:** Coggs-Jones, West and Nyklewicz (Chair)-3

**NOES:** McCue, Johnson and Broderick-3

**A-45-385**

**ACTION BY: (Broderick) Concur with the Parks Committee to approve.**

Discussion ensued.

**On the motion to concur and approve. Vote 3-3. (No recommendation by reason of a tie vote).**

**AYES:** McCue, Johnson and Broderick-3

**NOES:** Coggs-Jones, West and Nyklewicz (Chair)-3

**A-45-611**

A break was taken. Upon reconvening, the following Supervisors were present:  
Supervisors McCue, Coggs-Jones, \*Johnson, Broderick, West and Nyklewicz (Chair)-  
6

\*Was not present at the time of roll call.

11. 06-343 Resolution by Supervisor Borkowski, to increase Milwaukee County's tax levy commitment to Milwaukee County Paramedic Unit host communities. **(Also to the Committee on Health and Human Needs)**

**SCHEDULED ITEMS (CONTINUED):**

**This item was taken out of order.**

**44-A-620**

**APPEARANCES:**

County Board Supervisor Mark Borkowski, 11<sup>th</sup> District  
Stephen Agostini, Fiscal and Budget Administrator, DAS  
Ed Eberle, County Executive's Office

**The following individuals appeared in support of the subject resolution:**

Mayor Tom Taylor, City of Franklin and ICC Chair EMS Subcommittee  
Mayor Michael Neitzke, City of Greenfield  
Mayor John Hohenfeldt, City of Cudahy  
Mayor Richard R. Bolend, City of Oak Creek  
Fire Chief Gary Fedder, Village of Greendale  
Fire Chief Brian Satula, Oak Creek Fire Department  
Pepie Du De Voire, Milwaukee Fire Department  
Brian C. Reynolds, Local 215 Milwaukee Firefighters  
Bob Brunner, President, Village of River Hills  
Garrett J. Cieczka, Greenfield Fire Department  
Mark Lubenda, City of Franklin  
Assistant Fire Chief Steve Bauer, Greenfield Fire Department  
Steve Bane, West Allis Fire Department  
Jerry R. Biggart, Oak Creek Professional Firefighters  
Fire Chief, Steven Hook, West Allis Fire Department  
Fire Chief James Martins/City of Franklin; President, Milwaukee County  
Association of Fire Chiefs  
Fire Chief Dean Redman, City of Wauwatosa  
Fire Chief Richard L. Demien, City of Cudahy

Supervisor Borkowski informed the Committee that USA Today did a study ranking all the paramedic programs in the country and that Milwaukee County's program was rated third in the nation. Supervisor Borkowski contributed this success to the County Board consistently being at the forefront of keeping this program the leader that it is. He went on to talk about the merits of the program.

Discussion ensued at length with comments in support of the resolution.

**44-B-501**

**ACTION BY: (West) Concur with the actions of the Health and Human Needs Committee to lay over until budget and have staff respond to a review of system revenue, system costs, possible grant monies, and to provide a more elaborate fiscal note. Vote 5-1**

**SCHEDULED ITEMS (CONTINUED):**

Supervisor Nyklewicz stated that there has been a change in Ordinance. All departmental budget requests are to be held in public prior to review by the County Executive in formulating the County Budget. Although this change was returned unsigned by the County Executive, it still went into effect. There is still this expectation that the County Executive will be holding hearings on his requested budgets.

**On the motion to lay over until budget. Vote 5-1**

**AYES:** McCue, Coggs-Jones, Broderick, West and Nyklewicz (Chair)-5

**NOES:** Johnson-1

A copy of the resolution will be provided to the County Executive for consideration during the budget cycle.

12. 05-464 **Adopted budget amendment No. 1A036**, directing that the Community Business Development Partner Director, submit a report summarizing the extent to which CBDP cross charges have been charged to the Capital Budget and to County departments for specific services rendered during the first half of 2006, including quantifying the total amount of cross charges. The Director was also directed to work with the Department of Administrative Services-Fiscal Affairs Division in making recommendations for adding capital and/or operating cross charge revenue to the 2007 CBDP budget, based on this information.

**45-A-622**

**APPEARANCES:**

Freida Webb, Director, Community Business Development Partners  
Stephen Agostini, Fiscal and Budget Administrator, DAS  
amela Bryant, Capital Finance Manager, DAS

Ms. Webb highlighted the said report.

**The Committee took no action regarding this informational report.**

13. 06F15 From Director, Community Business Development Partners, DBE Participation Report for 2005. **(Also to the Committees of Economic and Community Development, Transportation, Public Works and Transit) (FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**45-A-680**

**APPEARANCES:**

Freida Webb, Director, Community Business Development Partners  
Stephen Agostini, Fiscal and Budget Administrator, DAS  
Pamela Bryant, Capital Finance Manager, DAS

## SCHEDULED ITEMS (CONTINUED):

Ms. Webb addressed the Committee with highlights of the said report.

### **The Committee took no action regarding this informational report.**

14. 06-349 From the Director of Audits, submitting the following reports prepared by Virchow Krause and Coleman and Williams as part of the 2005 County-wide audit: (a) Single Audit for the Year Ended December 31, 2005; (b) Memorandum on Internal Control for the Year Ended December 31, 2005; (c) Employees' Retirement System 2005 Annual Report of the Pension Board; (d) Paratransit System Database Report and Transit System Database Report; (e) General Mitchell International Airport Schedule of Passenger Facility Charges for the Year Ended December 31, 2005 together with Report of Independent Public Accountants. (COPIES PROVIDED DIRECTLY BY AUDIT DEPARTMENT) **(Recommended Action: Receive and Place on File)**

### **45-B-205**

#### **APPEARANCES:**

Jerome Heer, Director of Audits

William Coleman, Partner, Coleman & Williams, Ltd.

Naushad Moola, Manager, Coleman & Williams, Ltd.

John Knepel, Partner, Virchow, Krause & Company, LLP

Ryan Goerlitz, Senior Accountant, Virchow, Krause & Company, LLP

Steve Henke, Audit Senior Manager, Virchow, Krause & Company, LLP

Mr. Knepel gave highlights and results of the County audit. The current year for testing and reporting to management was determined based on overall risk assessment and is relatively consistent with the prior year. The reports issued included:

2005 Comprehensive Annual Financial Report

2005 Single Audit Report (Coleman & Williams)

Employees' Retirement System (ERS) 2005 Annual Report of the *Pension (not available at this time; however it should be issued shortly)*

General Mitchell International Airport Schedule of Passenger Facility Charges for the Year Ended December 31, 2005 (Coleman & Williams)

Milwaukee County Paratransit and Transit System Database Reports (Coleman & Williams)

2005 Memorandum on Internal Control

Audit Communication Letter

Questions and comments ensued. Mr. Heer indicated that there was not a response from the Department of Parks, Recreation and Culture at this time relative to control risk (physical security). Their response should be available at the next meeting.

**SCHEDULED ITEMS (CONTINUED):**

**45-B-412**      **ACTION BY: (Coggs-Jones) Receive and place on file the said audit reports and that the Parks response will be submitted at the September cycle relative to their audit findings. Vote 6-0**

**AYES:** McCue, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-  
6

**NOES:** None

15. 01-685      From the Director of Audits, status report of Back Drop checks. **(FOR**  
(a)                **INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**This item was taken out of order.**

**45-A-709**      **APPEARANCES:**

**45-B-01-50**      Jerome Heer, Director of Audits

Mr. Heer gave brief highlights. Discussion ensued.

**The Committee took no action regarding this informational report.**

16. 94-801      From Controller, Department of Administrative Services and Director of Audits,  
(a)                submitting the Annual Froedtert Memorial Lutheran Hospital Lease Payment letter.  
**(FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE**  
**COMMITTEE)**

**This item was taken out of order.**

**45-B-52**      **APPEARANCES:**

Jerome Heer, Director of Audits

Scott Manske, County Controller

Maureen McNally, Director of Government and Community Relations,  
Froedtert Hospital

The Committee noted the payment reduction and their concerns because it did not meet the budgetary amount anticipated as in the past.

Ms. McNally indicated that the current payment is more accurate than in previous years.

**The Committee took no action regarding this informational report.**

17. 05-211      From the Director of Audits, submitting a status report on an Audit of the  
(a)                Milwaukee County Travel Card Program. **(FOR INFORMATION ONLY UNLESS**  
**OTHERWISE DIRECTED BY THE COMMITTEE)**

**SCHEDULED ITEMS (CONTINUED):**

**45-B-118**

**APPEARANCES:**

Jerome Heer, Director of Audits

Mr. Heer highlighted the said report.

**The Committee took no action regarding this informational report.**

18. 04-382 From the Director of Audits, submitting a follow up report of the Sheriff's Office Expressway Patrol Unit. **(FOR INFORMATION ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**  
(a)

**45-B-131**

**APPEARANCES:**

Jerome Heer, Director of Audits

Inspector Kevin Carr, Sheriff's Department (Had to leave before the item was heard)

**The Committee took no action regarding this informational report.**

19. 06F16 From the Director, Department on Aging, submitting an updated informational report on the April 2006 and Year-to-Date Income Statement of the Care Management Organization (CMO) under Family Care. **(Also to the Committee of Health and Human Needs) (INFORMATIONAL ONLY UNLESS OTHERWISE DIRECTED BY THE COMMITTEE)**

**This item was taken out of order.**

**45-B-143**

**APPEARANCES:**

Stephanie Stein, Director on Aging

Jim Hodson, CMO, Chief Financial Officer, Department on Aging

Supervisor Nyklewicz suggested that the Department utilize the team that was put into place in Item No. 1B as it relates to WPS and health concerns that could also be beneficial to the people in the CMO Program.

Ms. Stein provided the Committee with an update on the pay raises for Personal Care Workers and Supportive Home Care Workers, which will go into effect July 30, 2006 and retroactive to January 1, 2006.

**The Committee took no action regarding this informational report.**

20. 06-329 Resolution by Supervisor Devine, creating the Green Purchasing Task Force to develop a set of policies for the development of a green purchasing program that encourages the use of environmentally preferable products including those that contain recycled materials, reduce waste, save energy, are less toxic or are more





**SCHEDULED ITEMS (CONTINUED):**

**ACTION BY: (McCue) Adjourn into closed session under the provisions of Wisconsin Statutes, Sections 19.85(1)(c), (e), (g), for the purpose of discussing the following matter(s). At the conclusion of the closed session, the Committee may reconvene in open session to take whatever action(s) it may deem necessary on the aforesaid matter(s). Vote 6-0**

**AYES:** McCue, Coggs-Jones, Johnson, Broderick, West and Nyklewicz (Chair)-6

**NOES:** None

The Committee did not reconvene into open session.

**Staff Present:**

Jerome Heer, Director of Audits

Doug Jenkins, Deputy Director of Audits

William Domina, Corporation Counsel

Linda Seemeyer, Director, Department of Administration

Stephen Agostini, Fiscal and Budget Administrator, DAS

Pamela Bryant, Capital Finance Manager, DAS

Jim Hodson, CMO, Chief Financial Officer

Stephanie Stein, Director, Department on Aging

Charles McDowell, Director of Human Resources

James H. Martin, Fiscal and Management Analyst, Department of Administrative Services

Scott Manske, Milwaukee County Controller, DAS

This meeting was recorded on tape. Committee files contain copies of communications, reports and resolutions, which may be reviewed upon request to the Chief Committee Clerk. The official copy of these minutes is available in the County Board Committee Services Division.

Length of meeting: 9:00 a.m. to 3:00 p.m.

Adjourned,

*Delores "Dee" Hervey, Committee Clerk*

SCHEDULED ITEMS (CONTINUED):

**DEADLINE**

*The deadline for items for the next regular meeting,  
**(September 21, 2006)***

*is Thursday, September 7, 2006.*

***All items for the agenda must be in the Committee Clerk's  
possession by the end of the business day on  
THURSDAY, September 7, 2006.***

*ADA accommodation requests should be filed with the Milwaukee County Office for Persons with  
Disabilities, 278-3932 (voice) or 278-3937 (TTD), upon receipt of this notice.*